



Carrier Corporation
North American Operations
Western Zone Sales Office
855 Anaheim Puente Road
City of Industry, CA 91749

October 9, 1992

Leonard Zaprowski
U.S. EPA
Waste Programs Branch
345 Courtland Street, NE
Atlanta, Georgia 30365

RE: CARRIER COLLIERVILLE SITE

Dear Mr. Zaprowski,

This confirms our October 9th telephone conversation concerning discrepancies in your invoice for Fiscal Year 1991 oversight costs and an October 1, 1992 letter from Carol Williams concerning late payment.

In accordance to your direction we are deducting oversight costs that we believe are incorrect and provide the following explanation. At EPA's direction Carrier used the Summers model for conducting the risk assessment requirements despite our concerns that this model was not appropriate for the Collierville site. We submitted the report but EPA then directed us to redo the risk assessment using another model. We do not believe EPA oversight costs for work related to the Summers model is appropriate.

Your invoice does not itemize costs by tasks. We assume that all of Mr. Glenn Adams, who is a toxicologist, was spent on work related to the risk assessment. Mr. Lee Thomas, hydrologist, is assumed to have spent at least 20 hours on risk assessment related work. Ms Elizabeth Brown also spent time risk assessment related work but we do not have enough information to calculate that cost. The amount of \$7,170.81 is deducted from the remittance, and the calculations are provided below.

Glenn Adams	
Payroll	\$1,586.28
Indirect Costs: 88 hrs. X \$47/hr.	\$4,136.00
Lee Thomas	
Payroll: 20 hrs/82 hrs. X \$2,084.99	\$508.53
Indirect Costs: 20 hrs. X \$47/hr.	\$940.00
TOTAL	\$7,170.81

In accordance to you direction we are disregarding interest charges as we had previously agreed to a time extension.

The remittance check is for the amount of \$54,571.47.



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We appreciate the help you have given us. If you have any questions, please call me at (818) 964-1211.

Nelson Wong

Nelson Wong
Projects Manager

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